

# **FISCAL NOTE**

## **HB 2236 - SB 2470**

January 18, 2002

**SUMMARY OF BILL:** Requires wireless telecommunications providers to notify consumers 30 days prior to the expiration of wireless telecommunications contracts. Failure by the provider to notify the consumer of the expiration results in the customer receiving free service for six months after the contract expiration date. A consumer who receives free telecommunication service due to the provider's failure to notify such consumer of the contract expiration date as required shall be responsible for all applicable local, state, and federal taxes for such service.

### **ESTIMATED FISCAL IMPACT:**

#### **MINIMAL**

Estimate assumes:

- Some wireless providers will fail to notify all consumers of the contract expiration and as a result will have to provide free service for six months to some consumers.
- Any decrease in revenues to the provider would have no impact on state and local taxes collected since the bill provides the consumer would be responsible for paying all applicable state, local, and federal taxes on the value of any free service provided.

### **CERTIFICATION:**

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director

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